



# **RESOURCE ACTIVITY**

## **COUNTABLE OR EXEMPT ANSWERS**

1. Suzi lists 10 U.S Saving Bonds totaling \$1,000.
  - U.S. Savings Bonds are Countable Resources.
2. Tim states he has \$552.12 under his mattress.
  - Cash is considered a liquid asset and is a Countable Resource.
3. Mrs. Rice states she would like to keep her mother's china and jewelry if at all possible.
  - Personal belongings or keepsakes are Exempt Resources.
4. Frank reports 20 shares of Westar stock.
  - Shares of stock are another form of liquid assets and are considered Countable Resources.
5. Joan lives in her home at 2421 West 9<sup>th</sup> in Topeka.
  - A home in which a client resides is always considered an Exempt Resource.
6. Jim was admitted to the nursing facility. His home has been put on the market.
  - Since the property is for sale it is an Exempt Resource under the "Bondafide Effort" provisions.
7. Val receives a retroactive Social Security benefit of \$5,000.
  - A retroactive Social Security benefit is considered an Exempt Resource for 9 months following the month of receipt.
8. Bill has two checking accounts. One is where he deposits his Social Security check and has his Medicare supplement insurance and life insurance premium deducted. The other account is for his lawn mowing business.
  - The checking account is necessary for running the person's self-employment enterprise and is considered an Exempt Resource under the "Income Producing" category.
9. June's cousin passes away. Her cousin leaves her home to June and 5 other cousins. Her home is worth \$200,000. The cousins are fighting it out in court over who gets what. It may be a couple of years before June will receive anything from the estate.
  - The property is considered an Exempt Resource as there is a legal impediment that precludes the disposal of the property.
10. Nancy and her sister live together and share ownership of the home. Nancy is admitted to the nursing facility and applies for assistance.
  - KEESM 5200.3 (b) states that jointly owned property is considered an Exempt Resource if selling the property would deprive a joint owner of his/her home.

11. Carlos is applying for medical. Carlos owns a Taco Stand but he has given Juan managerial responsibility.
- The Taco Stand is “Income Producing” and would be considered as Exempt Resource.
12. Joe and Norma own a 2004 Winnebago and 2003 Toyota Tundra. They report they live in the 2004 Winnebago.
- The 2004 Winnebago is considered their home, not vehicle. The 2003 Toyota is the couples’ only vehicle and it would be considered as an Exempt Resource.
13. Charlie’s Met life policy has a face value of \$1,000 and a cash value of \$2,750.
- Charlie’s total insurance has a face value of \$1,500 or less so it would be an Exempt Resource.
14. Mason has an irrevocable funeral agreement that will pay \$5,000 towards his funeral service, \$3,000 towards a casket, and \$500 for the opening and closing costs.
- Mason’s total funeral package is an Exempt Resource. Service does not exceed \$5,000 limit.
15. John’s farm and equipment are considered exempt as income producing property. However, John has entered the hospital and is admitted to the nursing facility for rehabilitation. He will not be able to farm for 6 months.
- The farm and equipment are still considered Exempt Resources even though they are not producing income at this time it is expected they will resume producing income in the future.
16. The life insurance policy owned by Franklin has a face value of \$10,000 and a cash value of \$1,500.
- Franklin’s policy exceeds the \$1,500 threshold and the cash surrender value is determined to be a Countable Resource.
17. Luci has one certificate of deposit totaling \$5,000.
- Certificates of deposit are a liquid asset and are a countable resource.
18. Curt has listed on his application a Mass Mutual annuity. This annuity is a flexible premium deferred annuity with a contract value of \$7,072.66.
- It is the responsibility of the E & D Medical Policy Manager to determine if an annuity is considered an Exempt or Countable Resource.

